

2004 Annual Report

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Chair's Letter

TIt is with great pleasure that the Members and staff of the Health and Educational Facilities Authority of the State of Missouri present this 25th Anniversary annual report. From its initial enabling legislation in 1975, the first board members and bond issuance activity in 1979 and on into 2004, MoHEFA is marking 25 years of continuing growth and service to Missouri's fine health and educational institutions and facilities. The first 25 years has been marked by an ever-expanding list of types of transactions and borrowers accessing the capital markets. From the largest to smallest and most complex to more routine, each transaction and borrower has been different and has provided benefit to the citizens of the State of Missouri. Missouri's educational and health care providers should be proud of this service to our State.

While not as large as 2003 in terms of bonds and notes issued or number of transactions, activity in 2004 was almost exactly average for the first 25 years of Authority operations. \$512,822,244 was slightly higher than the historic annual average and 13 transactions was almost exactly the average number of issues per year. However, the five year average for each measure greatly exceeds the historic levels.

In May of 2004, MoHEFA welcomed an extraordinary addition to the board. Stephen B. Hoven was appointed by Governor Holden and confirmed by the Senate. He provides a valuable perspective from his professional position as Vice President, Public Affairs for SSM Health Care in St. Louis. Steve's expertise provides the Authority with unique insight and has already been a great asset to MoHEFA's activities. The Members look forward to his input in the years to come.

Retiring Member Robert E. Bell will be missed by everyone involved with the Authority. As the longest serving Member in MoHEFA's history, Bob's service over the past 15 years was a great benefit to the Board. He served terms as all three Authority officers including three separate terms as Chair. Bob played a major leadership

role in the growth and evolution of MoHEFA during his tenure. The current Members and staff wish Bob the best of luck in his future endeavors.

2004, while slightly slower than recent years, still was very interesting for the Authority with many long-time and frequent borrowers taking advantage of the markets. Transactions for health care providers included Lake Regional Medical Center, Sisters of Mercy Health System, Saint Luke's Health System of Kansas City, Jefferson Memorial Hospital, Capital Region Medical Center and SSM Health Care.

MoHEFA continued a trend of increasing activity in the long term care market with a bond issue for Bethesda Health Group. Higher education financings were completed for Washington University and for the Higher Education Working Capital Loan Program. Elementary and secondary school activity continued to grow with the issuance of the 19th annual School District Advance Funding Note Program and bond issues for Forsyth School, St. Pius X High School and the Lutheran Church Extension Fund (LCEF) High School Project. Both St. Pius X and LCEF are new borrowers to the Authority. 2004 once again was a year of significantly varying transactions in terms of types of borrowers, purpose, size and structure.

The Missouri School District Direct Deposit Program completed another large year of school district bond issuance. The Program provides a high credit rating for Missouri's qualifying school districts by way of a "direct deposit" of state aid with the Program trustee. This mechanism helps districts issue their bonds with much lower interest rates due to the AA+ rating they receive through the Program. 127 Missouri school district issues utilized the Program in fiscal year 2004 totaling over \$500 million of bonds.

MoHEFA's H.E.L.P. Program continued to be active in 2004 making two loans to small borrowers in the state. The newly revised Program provides direct loans to small,

independent borrowers with the interest rate equal to the ten year Treasury rate and a loan amount of up to \$400,000 for a term of ten years. 17 loans have been made under the Program benefiting many of Missouri's small health and educational providers.

On the national and state level the Authority remains active in the National Council of Health Facilities Finance Authorities, the National Association of Higher Educational Facilities Authorities, the Missouri Hospital Association, Missouri School Boards Association and other organizations. These groups all contribute to MoHEFA's efforts to improve access to the capital markets for Missouri's health and educational institutions.

After 25 years of service to Missouri's incredibly varied health and educational service providers, the Health and Educational Facilities Authority of the State of Missouri is more committed than ever to bringing cost-effective, readily available, practical financing opportunities and options to these borrowers. It has been a pleasure and an honor for the Members and staff of MoHEFA to work with so many wonderful health and educational facilities statewide and to have played a role in facilitating the improvement in quality and delivery of health and educational services to the citizens of the State of Missouri. Thank you to all of you who have utilized the Authority's financing services for your projects or helped make these projects a reality. We look forward to the next 25 years!



Nadia T. Cavner
Chair of the Authority
2004

Health and Educational Facilities Authority of the State of Missouri

1979 – 2004

25 Years of Assisting Missouri's Health and Educational Facilities

Over 100 borrowers located in 44 cities and towns throughout Missouri.

Borrowers

Stand-alone medical centers, multi-facility health systems, county hospitals, university-related teaching hospitals, health clinics, dental clinics, mental health facilities, various long term care facilities, medical research organizations, medical evacuation aircraft, various medical equipment, public and private universities and colleges, private elementary and secondary schools, charter schools, art instruction institutes, child care centers, public school districts, community college districts, technical colleges

Programs

HELP Program, Direct Deposit Program, Advance Funding Program, Higher Education Working Capital Loan Program, Equipment and Capital Loan Program, Hospital Equipment Loan Program, Foundation Loan Program, Flood & Storm Loan Program, Community Provider Pooled Loan Program

- \$12,113,833,770 Bonds and Notes Issued - \$484,553,351 per year average
- 321 Separate Issues - 12.84 issues per year average
- Average Issue Size - \$37,737,800
- Largest Issue - \$378,300,000 / Smallest Issue - \$200,000
- Over 1000 Missouri School District Direct Deposit Program transactions totaling over \$5 billion



Authority Members

Nadia T. Cavner Chair

Ms. Cavner, a resident of Springfield, Missouri is a Senior Vice-President and Senior Financial Consultant with US Bancorp Investments, Inc. She serves on the advisory councils of Putnam Investments and Franklin Templeton Funds. She has been ranked the top Banking Broker in the United States with Putnam Investments for the past five years. Her sales results are among the top 1% in the investment industry. Ms. Cavner has been in the investment industry for the past eleven years. Term as a member expires July 30, 2007.

Jeffrey J. Simon, Vice Chair

Mr. Simon is a practicing attorney with the law firm of Husch & Eppenberger, LLP in Kansas City, Missouri. He is a graduate of the University of Missouri-Columbia, earning his B.A. in English in 1985 and his law degree (cum laude) in 1988. Mr. Simon was a member of the Board of editors of the Missouri Law review and a member of the Order of the Coif. Upon graduating from law school, Mr. Simon served as law clerk to the Honorable Howard F. Sachs, in the United States District Court for the Western District of Missouri, from 1988-1990. Mr. Simon is licensed to practice in all trial and appellate courts, state and federal, in Missouri and Kansas. Mr. Simon practices in the business litigation area, with a particular emphasis on litigating copyright, trademark and trade secret disputes. Mr. Simon is the former President of the Kansas City Board of Police Commissioners, having been appointed by Governor Mel Carnahan in 1996 and serving on the Board through May 2000. Mr. Simon is Chairman of the Police Athletic League of Kansas City, Inc., a member of the Board of Directors of the Lawyers Association of Kansas City, and is active in other philanthropic and civic affairs in the Kansas City area. Term as a member expires July 30, 2005.

John W. Siscel, III, Ed.D. Treasurer

John W. Siscel III, Ed.D., CAE has been the Executive Vice President of the Mechanical Contractors Association of Eastern Missouri, Inc. since 1990 and started his association career in a similar post with the Plumbing Industry Council in 1980. Siscel has earned Doctorate in Education Administration from the University of Missouri and served as Superintendent of Schools of the Dora R-III public schools prior to commencing his association service. John has also served as Administrator of the New Hope Living and Learning Center. In the association world, Siscel was President of the St. Louis Society of Association Executives (1987-88) and has served as Chairman of the Association Executives Council of the Mechanical Contractors Association of America in 1998-1999. He holds the highest distinction, Certified Association Executive (CAE), from the American Society of Association Executives and was recently elected to a 3

year term on the 24,000 member organization's 24 member Board of Directors. John's civic service is highlighted by service as member from 1994-2003 (and past Chairman) of the Board of Trustees of the Metropolitan St. Louis Sewer District, and as a member of the Board of Regents of Harris Stowe State College from 1992-2000 (appointed by 2 governors, 1 Republican and 1 Democrat). A 33° Scottish Rite Mason, he has been married to the former Barbara Simmons since 1975 and they are parents of a son, John IV, who is employed as an Editorial Help Desk Specialist for Reuters in St. Louis. Term as a member expires July 30, 2006.

Stephen B. Hoven

Stephen B. Hoven serves as corporate vice president-public affairs of SSM Health Care, where he is responsible for handling civic and state affairs in the four-state area where SSM has a presence. Prior to joining SSM Health Care, he worked for 12 years on the staff of the St. Louis Regional Commerce & Growth Association (RCGA). For four years Hoven served as senior vice president and chief operating officer of that organization, developing and expanding economic growth opportunities for the St. Louis region. Hoven also worked with Ozark Airlines, based in St. Louis, and served for four years as manager of public affairs, coordinating state legislation in 25 states and representing the Air Transport Association of America. Hoven graduated summa cum laude with a master's degree in business and earned a Bachelor of Science degree, from Southwest Missouri State University.

Mr. Hoven is an extremely active member of his community and contributes his 25 years of experience in civic and legislative affairs to benefit a large number of government associations, public and private policy support groups. He currently serves as chairman of the Missouri Transportation & Development Council and as president of the University of Missouri-St. Louis Friends Board. As County Executive of St. Louis, the late Buzz Westfall appointed Hoven to the St. Louis Regional Convention & Sports Complex Authority, which has fiduciary accountability for the Edward Jones Dome, home of the St. Louis Rams. Hoven also is board first vice president and a member of the executive committee of the Associated Industries of Missouri. He has a long history of involvement with the St. Louis RCGA and currently serves as a board member and chairman of its Public Policy Council. In 2004, Missouri Governor Bob Holden named Hoven to serve a four-year term as a member of the Health and Educational Facilities Authority of the State of Missouri. Hoven is also a board member of Forward Metro St. Louis, Leadership Council Southwestern Illinois and the St. Louis Sports Commission. Term as a member expires July 30, 2008.

Jewel L. Hunter

Mr. Hunter, a resident of St. Louis County, Missouri, is a developer of residential and commercial property in Franklin County and St. Louis County. He is a charter organizer and Director of the Central West End Savings Bank and has served as Secretary since the bank was chartered in 1979. He is retired from the Small Business Administration, where he was an Assistant Director. Mr. Hunter served ten years on the Board of Equalization of St. Louis County, including three years as Chairman. He has served as Regional Governor and Secretary of the National Executive Board of the American Society of Appraisers and also as President of the St. Louis Chapter of the A.S.A. He is a member of the Appraisal Institute and the International Association of Assessing Officers and is active in numerous business, professional and civic groups in the St. Louis area. Term as a member expired July 30, 2004.

Donald E. Thompson

Mr. Thompson, a resident of Troy, Missouri, is Chief Executive Officer of Peoples Bank and Trust Company of Lincoln County, President of Lincoln County Bancorp, Inc., Director of Warren County Bancorp, Inc., Chairman and Director of Bank of Louisiana, Chairman and Director of Peoples Bank of Altenberg, Director of Midwest Independent Bank, Director of Bankers Bancorp, Inc., Chairman and Director of Exchange Bank of Missouri, Chairman and Director of Exchange Bank of N.E. Missouri. Mr. Thompson is active in many business and civic organizations. Term as a member expires July 30, 2008.

Clifford I. Whipple, Ph.D.

Dr. Whipple, a resident of Springfield, Missouri, is retired from the teaching and practice of Psychology. He obtained his undergraduate degree from the University of Missouri and his Doctorate degree from the University of Kentucky. He taught Psychology at Southwest Missouri State University for 23 years and then taught at Forest Institute of Professional Psychology. In addition to his teaching, he maintained a private practice in Clinical Psychology. He is a Diplomate and Board certified in Clinical Psychology. He is a past-President of the Missouri Psychological Association and served six years as a member of the State Committee of psychologists. Currently, he is a member of the Board of Directors of Forest Institute of Professional Psychology, and is a volunteer Disaster Mental Health professional for the American Red Cross. Term as a member expired July 30, 2004.

Authority Membership



Jeffrey J. Simon, Vice Chair



Stephen B. Hoven



Jewel L. Hunter

Membership

The Act provides for seven members appointed by the Governor of the State of Missouri, with the advice and consent of the Senate. Each member must be a resident of the State and no more than four members may be of the same political party. Members are appointed for five year terms. Members continue to serve after expiration of their term until a successor is appointed or they are reappointed.



Nadia T. Cavner, Chair



John W. Siscel, III, Ed.D., Treasurer



Donald E. Thompson

Authority Representatives

Michael J. Stanard, Executive Director
Vincent M. Loretta, Assistant Director
Antoinette M. Wilcox, Administrative Assistant
Thompson Coburn LLP, General Counsel
Stern Brothers & Co., Financial Advisor



Clifford I. Whipple, Ph.D.

The Authority

The Health and Educational Facilities Authority of the State of Missouri, created by an Act of the Missouri General Assembly and operational in 1979, is empowered to make loans to any participating health or educational institution and to refund outstanding obligations, mortgages or advances issued, made or given for the cost of facilities.

The Authority assists not-for-profit institutions in borrowing funds at the lowest possible cost to provide quality medical and educational services to Missouri residents. Interest paid on Authority bonds and notes is exempt from federal and Missouri state income taxation, resulting in materially lower interest rates for substantial savings on financing cost.

Many types of health care and educational institutions across the state receive financing assistance from the Authority. Health care financings have been arranged for health facilities ranging from fewer than 100 to over 1,000 beds, including acute and primary care facilities, teaching

and research centers, osteopathic hospitals, retirement and nursing homes, specialized care centers and alcoholic rehabilitation treatment centers. Educational financings include public universities, liberal arts colleges, major research universities and medical schools, institutions of specialized instruction, public school districts, private elementary and secondary schools and charter schools.

During 1985 the Authority became authorized to assist public school districts and community colleges with loans to fund shortfalls in operating funds during the school year. Higher education institutions also can be assisted with cash flow shortages.

In 1988, the Authority issued a series of bonds designed to assist organizations that provide care for persons affected by mental disabilities.

During 1995, the Authority was charged with developing guidelines for and the administration of the Direct Deposit Program, which provides strong credit

ratings for Missouri school districts. The Authority also developed the HELP Program, which provides low interest loans to small and/or rural health care and educational facilities.

The Authority's bonds and notes do not constitute a debt or liability of the State of Missouri or of any political subdivision thereof, within the meaning of any State constitutional provision or statutory limitation. The Authority has no taxing power. The credit supporting any Authority note or bond issue is the credit of the individual borrowing institutions. The bonds and notes are limited obligations of the Authority payable solely from payments made by the borrowing institution.

The validity of the Authority's Act was upheld by the Missouri Supreme Court in Menorah Medical Center vs. Health and Educational Facilities Authority of the State of Missouri 584 S. W. 2d 73 (MO 1979).

Financial Services

The Authority assists health care and educational institutions in financing equipment purchases and capital projects at the lowest possible cost. Financing options that the Authority offers to Missouri institutions consist of the following debt instruments:

Variable Floating Rate Bonds

While these instruments have a nominal long-term maturity, the interest rate is adjusted periodically (usually daily or weekly). The borrower is able to take advantage of low short-term rates, but also, if conditions warrant, to lock in a fixed interest rate without many of the costs associated with a new issuance of bonds. During 2004, weekly adjustable rates ranged from a low of .90% to a high of 1.97% with an average rate of 1.24%.

Fixed Rate Bonds

Short To Intermediate Term Bonds
A variation of traditional fixed rate long-term bonds, these fully amortized bonds are for

borrowers who desire shorter prepayment provisions and can generate sufficient revenues to retire the principal over a shorter maturity. The bonds are generally issued for periods ranging from 10-15 years, with a 5-8 year prepayment provision.

Long-Term Bonds

These traditional 20 to 60 year fully amortized term bonds are issued at prevailing market rates. This type of instrument offers the security of fixed rates and the opportunity to stabilize interest costs in a volatile market while matching a longer term liability with the expected useful life of the asset.

Floating Or Fixed Rate Notes

The interest rate on these one to two year notes either floats, with the rate adjusted periodically, or is fixed for its term. The borrower is able to take advantage of lower interest rates while planning long-term financing according to projected needs.

Refundings Of Prior Debt

Health care and educational institutions often refinance to take advantage of lower interest rates in the market place than existed at the time of prior financing. Similarly, such institutions often wish to avoid restrictive covenants or collateral requirements contained in a prior financing that would no longer be necessary in a new financing. The Authority has the ability to issue "refunding bonds" which can accomplish these goals. Such bonds often can be issued to refund the institution's obligations even if the Authority was not involved in the original financing. Such "refundings" may, depending on the terms of the prior financing and what is advantageous at the time, either be "current" refundings in which the prior debt is paid off within 90 days of the issuance of the new bonds, or "advance" refundings in which the proceeds of a new bond issue are placed in escrow to pay off the old bonds at some designated time in the future. The Tax Reform Act of 1986 placed restrictions on advance refundings, yet most institutions are still able to take advantage of this financing technique.

School District Advance Funding Program

In 1985 the Authority and the Missouri School Boards Association established the Missouri School District Advance Funding Program to provide the lowest cost financing available for Missouri school districts and public community junior colleges to fund any cash flow deficits that might occur in their various funds during the fiscal year. Some of the advantages of participating in the program include low borrowing rates, high investment rates, costs of issuance shared by all participants and easy access to funds. Since 1985, over \$1.2 billion has been loaned to participants under the Advance Funding Program.

HELP Program

The Authority, recognizing the difficulty that small and/or rural providers of health care and educational services experience obtaining adequate financing for their capital needs, in 1995 created the HELP program to provide these organizations access to low cost loans.

Through the HELP Program, the Authority loans up to \$400,000 for a maximum of ten years at attractive interest rates to small health care and educational providers.

Seventeen institutions have taken advantage of the benefits of this program.

Higher Education Working Capital Loan Program

During 1996, the Authority established the Higher Education Working Capital Loan Program to help alleviate cash flow difficulties that are typically experienced during part of each fiscal year by higher educational institutions. The Program allows participating institutions to borrow money under an advance funding agreement to provide funds during that portion of its current fiscal year when funds are not yet on hand to pay expenses as incurred.

As of December 31, 2004, \$148.38 million of notes have been issued under this program.

Direct Deposit Program

In 1995, the Missouri Legislature adopted Senate Bill No. 301 which sets forth the development of a program to assist Missouri school districts with their financing needs. The Direct Deposit Program, administered by the Authority, provides two principal benefits to school districts issuing general obligation bonds.

First, in an effort to improve the credit quality of all school districts in Missouri, the Program, effectively, provides for credit enhancement by authorizing the direct deposit, by the State of Missouri to a bank serving as trustee, of a portion of state aid payments that would otherwise be paid directly to the involved school district. The direct deposit amount is equal to

debt service on the school district bonds. This procedure results in a credit rating in the second highest rating category (i.e. "AA+"), resulting in attractive interest rates on the bonds at no additional cost to the participating district or the State.

Second, to assist the school districts with the costs involved in issuing such bonds, if the State's budget permits, the Program provides for the payment of a grant to participating school districts for the lesser of 2% of the par amount of the bonds issued or the actual reasonable costs of issuance as determined by the Authority.

As of June 30, 2004, 919 financings have been processed through the program, representing \$4.78 billion of bonds issued.



Bethesda Health Group



SSM-St. Joseph's Medical Center

Institutions

Ava

- Deaconess Long Term Care

Bellevue

- Deaconess Long Term Care

Belton

- Dialysis Clinic, Inc.

Bolivar

- Southwest Baptist University

Boonville

- Valley Hope Association

Branson

- Skaggs Community Hospital

Buffalo

- Deaconess Long Term Care

Cape Girardeau

- Saint Francis Medical Center
- Southeast Missouri Hospital

Cassville

- Deaconess Long Term Care

Chesterfield

- Logan College of Chiropractic
- St. Luke's Episcopal-Presbyterian Hospital

Clinton

- Dialysis Clinic, Inc.

Columbia

- National Benevolent Association:
 - Lenoir Retirement Community
 - Woodhaven Learning Center
- Stephens College
- University of Missouri - Columbia

Crystal City

- Jefferson Memorial Hospital

Farmington

- Mineral Area Regional Medical Center

Fayette

- Central Methodist College

Fulton

- Westminster College
- William Woods University

Hannibal

- Hannibal-LaGrange College

Harrisonville

- Deaconess Long Term Care

Humansville

- Deaconess Long Term Care

Jefferson City

- Capital Region Medical Center
- Dialysis Clinic, Inc.
- SSM Health Care



Joplin

- Freeman Health System

Kansas City Area

- Academic Lafayette
- Baptist Medical Center
- The Barstow School
- Children's Mercy Hospital
- Coordinated Professional Services
- Deaconess Long Term Care
- Health Midwest
- Kansas City Academy
- Kansas City Art Institute
- Kansas City University of Medicine and Biosciences
- LifeFlight Eagle
- Menorah Medical Center
- The Pembroke Hill School
- Rockhurst High School
- Rockhurst University
- Saint Luke's Hospital
- Saint Luke's Northland Hospital
- Saint Luke's Health System
- St. Joseph Health Center
- St. Pius X High School
- Stowers Institute for Medical Research
- Swope Parkway Health Center
- Trinity Lutheran Hospital
- Truman Medical Center
- University of Missouri - Kansas City

Kirksville

- Dialysis Clinic, Inc.
- Kirksville College of Osteopathic Medicine

Lee's Summit

- John Knox Village

Lewistown

- Deaconess Long Term Care

Liberty

- William Jewell College

Marshall

- John Fitzgibbon Memorial Hospital
- Missouri Valley College

Maryville

- SSM Health Care

Marshfield

- Deaconess Long Term Care

Mexico

- Audrain Medical Center

Moberly

- Dialysis Clinic, Inc.

Monett

- Deaconess Long Term Care

Neosho

- Freeman Neosho Hospital

O'Fallon

- Living Word Christian School

Osage Beach

- Lake Regional Health System

Parkville

- Park University

Potosi

- Deaconess Long Term Care

St. Charles

- Parkside Meadows
- SSM Health Care

St. Joseph

- Heartland Health System



Institutions

St. Louis Area

- Ascension Health
- Anheuser Busch Eye Institute
- Area Rescue Consortium of Hospitals (ARCH)
- BJC-Barnes-Jewish Hospital
- Bethesda Barclay House
- Bethesda Gardens
- Bethesda Health Group
- Bethesda West
- BJC Health Care
- John Burroughs School
- Central Institute for the Deaf
- Christian Brothers College High School
- BJC-Christian Hospitals NE & NW
- City Academy
- The Community School
- Deaconess Health Services
- DeSmet Jesuit High School
- Family Care Health Center
- Fontbonne College
- Forsyth School
- Incarnate Word Hospital
- Lutheran High School Association
- Lutheran Senior Services
- Maryville University
- Missouri Baptist University



SSM Health Care

- BJC-Missouri Baptist Medical Center
- National Benevolent Association
- Ranken Technical College
- Saint Louis Priory School
- Saint Louis University
- St. Alexius Hospital
- St. Anthony's Medical Center
- St. John's Mercy Medical Center
- St. Louis Charter School
- BJC-St. Louis Children's Hospital
- St. Louis College of Pharmacy
- St. Louis University High School
- Sisters of Mercy Health System
- SSM Health Care
- University of Missouri - St. Louis
- The Visitation Academy
- The Washington University
- Webster University

St. Peters

- Lutheran H.S. of St. Charles County

Sikeston

- Missouri Delta Community Hospital

Smithville

- Saint Luke's Northland Hospital

Springfield

- Assemblies of God Financial Services Group
- Cox Health System
- Drury University
- Evangel University
- St. John's Regional Health Center
- Southwest Missouri State University

Warrensburg

- Central Missouri State University



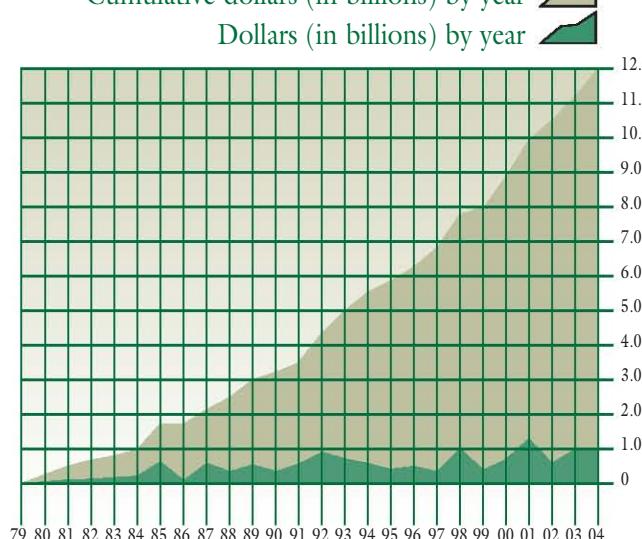
SSM-Cardinal Glennon Children's Hospital



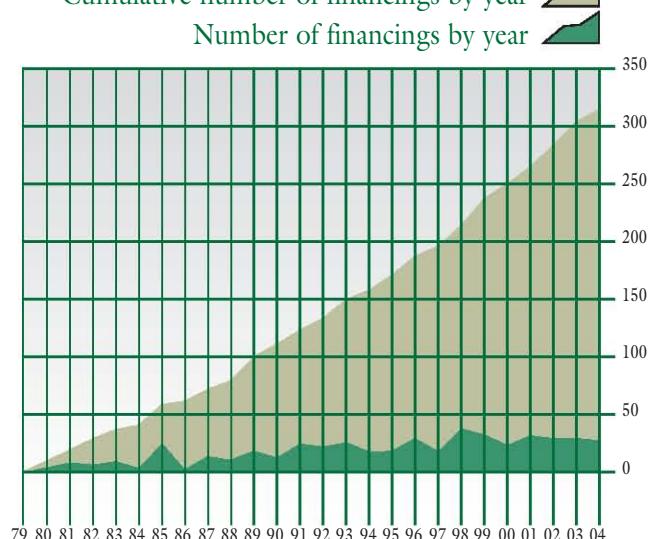
Cumulative Summary of Financings

Year	#	Public Issue Bonds Amount	#	Private Issue Bonds Amount	#	Notes Amount	#	Total Amount
1979	1	63,100,000	—	—	1	20,000,000	2	83,100,000
1980	3	112,765,000	2	5,795,000	3	23,245,000	8	141,805,000
1981	4	79,285,000	3	20,350,000	4	94,000,000	11	193,635,000
1982	4	113,935,000	—	—	3	61,000,000	7	174,935,000
1983	4	155,350,000	4	96,110,000	—	—	8	251,460,000
1984	2	34,890,000	2	109,465,000	—	—	4	144,355,000
1985	16	612,625,000	3	23,825,000	1	75,550,000	20	712,000,000
1986	2	32,500,000	—	—	—	—	2	32,500,000
1987	11	417,324,350	1	5,500,000	1	13,515,000	13	436,339,350
1988	6	241,485,000	—	—	1	26,055,000	7	267,540,000
1989	12	521,229,952	1	15,000,000	2	42,920,000	15	579,149,952
1990	8	220,408,035	—	—	2	56,410,000	10	276,818,035
1991	8	285,934,996	3	14,175,000	1	70,200,000	12	370,309,996
1992	11	547,163,306	1	2,500,000	1	76,110,000	13	625,773,306
1993	13	758,002,437	2	1,600,000	1	9,500,000	16	769,102,437
1994	8	355,520,000	2	4,734,257	1	50,010,000	11	410,264,257
1995	6	280,570,000	2	13,588,625	2	74,825,000	10	368,983,625
1996	14	390,595,000	3	9,470,000	1	100,360,000	18	500,425,000
1997	6	91,975,000	—	—	2	100,355,000	8	192,330,000
1998	15	982,127,211	5	24,036,607	2	88,355,000	22	1,094,518,818
1999	16	310,430,000	1	1,341,848	2	64,735,000	19	376,506,848
2000	9	553,785,000	2	8,290,832	2	75,440,000	13	637,515,832
2001	14	1,266,200,000	3	13,035,894	2	75,620,000	19	1,354,855,894
2002	13	497,755,000	3	18,910,498	3	73,625,000	19	590,290,498
2003	16	888,100,000	3	17,347,678	2	111,050,000	21	1,016,497,678
2004	8	428,125,000	3	16,172,244	2	68,525,000	13	512,822,244
Total	230	\$10,241,180,287	49	\$421,248,483	42	\$1,451,405,000	321	\$12,113,833,770

Cumulative dollars (in billions) by year



Cumulative number of financings by year



Projects Financed 2004

INSTITUTION 2004	LOCATION	AMOUNT
Lake Regional Health System	Osage Beach	\$2,372,244
Sisters of Mercy Health System	St. Louis	\$127,025,000
Higher Education Revenue Anticipation Notes	Statewide	\$13,575,000
Saint Luke's Health System	Kansas City	\$96,990,000
Jefferson Memorial Hospital	Crystal City	\$37,275,000
Forsyth School	St. Louis	\$3,800,000
Capital Region Medical Center	Jefferson City	\$17,500,000
St. Pius X High School	Kansas City	\$6,200,000
Lutheran Church Extension Fund High School Program	Statewide	\$33,140,000
SSM Health Care	St. Louis	\$10,000,000
Bethesda Health Group	St. Louis	\$9,995,000
Missouri School District Advance Funding Program	Statewide	\$54,950,000
The Washington University	St. Louis	\$100,000,000
	TOTAL	\$512,822,244



Capital Region Medical Center

Projects Financed

2003

Institution	Location	Amount
Missouri Baptist University	St. Louis	7,420,000
The Washington University	St. Louis	93,430,000
Drury University	Springfield	5,600,000
The Barstow School	Kansas City	6,000,000
Academie Lafayette	Kansas City	2,550,000
The Washington University	St. Louis	25,135,000
John Burroughs School	St. Louis	6,640,000
Ascension Health	St. Louis	295,375,000
Higher Education Revenue Anticipation Notes	Statewide	14,150,000
Children's Mercy Hospital	Kansas City	27,500,000
City Academy	St. Louis	8,735,000
Lutheran H.S. of St. Charles County - L.C.E.F.	St. Peters	3,200,000
SSM Health Care	St. Louis	9,747,678
Southwest Baptist University	Bolivar	8,000,000
BJC Health Care	St. Louis	221,000,000
Saint Louis University	St. Louis	20,460,000
Saint Lukes Health System	Kansas City	125,000,000
LifeFlight Eagle	Kansas City	4,400,000
Missouri School District Advance Funding Program	Statewide	96,900,000
Lake Regional Health System	Osage Beach	27,470,000
Ranken Technical College	St. Louis	7,785,000
		\$1,016,497,678

2002

Institution	Location	Amount
Stowers Institute for Medical Research	Kansas City	75,000,000
Higher Education Revenue Anticipation Notes	Statewide	18,335,000
Children's Mercy Hospital	Kansas City	50,000,000
Higher Education Revenue Anticipation Notes	Statewide	3,100,000
Lutheran High School Association	St. Louis	6,500,000
SSM Health Care	St. Louis	9,958,188
Cox Health System	Springfield	85,000,000
Saint Louis University	St. Louis	24,000,000
SSM Health Care	St. Louis	133,565,000
Living Word Christian School	O'Fallon	4,865,000
Rockhurst High School	Kansas City	5,500,000
Truman Medical Center	Kansas City	4,087,310
Missouri School District Advance Funding Program	Statewide	52,190,000
Rockhurst University	Kansas City	27,275,000
DeSmet Jesuit High School	St. Louis	15,000,000
St. Louis Charter School	St. Louis	6,130,000
Christian Brothers College High School	St. Louis	50,000,000
Southwest Missouri State University	Springfield	5,445,000
Central Missouri State University	Warrensburg	14,340,000
		\$590,290,498

2001

Institution	Location	Amount
Family Care Health Center	St. Louis	3,210,000
Webster University	St. Louis	35,000,000
Higher Education Revenue Anticipation Notes	Statewide	27,585,000
Assemblies of God Financial Services Group	Springfield	80,000,000
SSM Health Care	St. Louis	248,570,000
St. Louis College of Pharmacy	St. Louis	51,000,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	100,000,000
The Washington University	St. Louis	176,490,000
Sisters of Mercy Health System	St. Louis	378,300,000
The Pembroke Hill School	Kansas City	10,000,000
Hannibal-LaGrange College	Hannibal	7,435,000
Bethesda Health Group	St. Louis	54,385,000
Kansas City University of Medicine and Biosciences	Kansas City	8,305,000
The Washington University	St. Louis	73,355,000
Missouri School District Advance Funding Program	Statewide	48,035,000
Lake Regional Health System	Osage Beach	972,062
Missouri Valley College	Marshall	8,360,000
SSM Health Care	St. Louis	8,853,832
University of Missouri	Columbia	35,000,000
		\$1,354,855,894

Projects Financed

2000

Institution	Location	Amount
Deaconess Long Term Care of Missouri	Statewide	\$6,780,000
The Pembroke Hill School	Kansas City	10,000,000
The Washington University	St. Louis	155,000,000
SSM Health Care	St. Louis	4,290,832
Higher Education Revenue Anticipation Notes	Statewide	24,000,000
Maryville University	St. Louis	15,000,000
The Washington University	St. Louis	9,270,000
Stowers Institute for Medical Research	Kansas City	215,000,000
Missouri School District Advance Funding Program	Statewide	51,440,000
St. Anthony's Medical Center	St. Louis	86,335,000
Dialysis Clinic, Inc.	Statewide	4,000,000
Saint Louis Priory School	St. Louis	6,400,000
Lutheran Senior Services	St. Louis	50,000,000
		\$637,515,832

1999

Institution	Location	Amount
William Woods University	Fulton	\$8,000,000
National Benevolent Association	St. Louis	2,860,000
Rockhurst University	Kansas City	15,790,000
St. Louis University High School	St. Louis	18,820,000
Higher Education Revenue Anticipation Notes	Statewide	26,300,000
The Visitation Academy	St. Louis	6,300,000
The Washington University	St. Louis	9,135,000
Park University	Parkville	6,000,000
Saint Louis University	St. Louis	67,000,000
Health Care Pooled Finance Program	Statewide	84,000,000
Missouri School District Advance Funding Program	Statewide	38,435,000
Central Institute For The Deaf	St. Louis	25,245,000
Stephens College	Columbia	4,500,000
Kansas City Art Institute	Kansas City	10,000,000
Swope Parkway Health Center	Kansas City	4,500,000
William Jewell College	Liberty	8,000,000
Drury University	Springfield	33,080,000
Lake Regional Health System	Osage Beach	1,341,848
Central Missouri State University	Warrensburg	7,200,000
		\$376,506,848

1998

Institution	Location	Amount
Freeman Health System	Joplin	\$26,285,000
The Washington University	St. Louis	105,770,000
Health Midwest-Park Lane Medical Center	Kansas City	13,900,000
Stowers Institute for Medical Research	Kansas City	125,000,000
Higher Education Revenue Anticipation Notes	Statewide	17,555,000
Southwest Baptist University	Bolivar	7,000,000
SSM Health Care	St. Louis	292,120,000
Missouri Baptist College	St. Louis	3,960,000
Fontbonne College	St. Louis	9,400,000
Rockhurst High School	Kansas City	13,000,000
Truman Medical Center	Kansas City	3,427,107
Lake Regional Health System	Osage Beach	961,880
The Children's Mercy Hospital	Kansas City	20,595,000
Lake Regional Health System	Osage Beach	35,000,000
Saint Louis University	St. Louis	74,997,211
The Pembroke Hill School	Kansas City	15,000,000
Dialysis Clinic, Inc.	Statewide	3,700,000
Heartland Health System	St. Joseph	2,047,620
Missouri School District Advance Funding Program	Statewide	70,800,000
BJC Health Care	St. Louis	225,000,000
The Barstow School	Kansas City	4,000,000
Capital Region Medical Center	Jefferson City	\$25,000,000
		\$1,094,518,818

Projects Financed

Year	Institution	Location	Amount
1997	Missouri School District Advance Funding Program	Statewide	\$97,155,000
	Direct Deposit Program Refunding Pool	Statewide	860,000
	Ranken Technical College	St. Louis	7,265,000
	Maryville University	St. Louis	9,815,000
	Cox Health System	Springfield	46,600,000
	Lutheran Senior Services	St. Louis	25,335,000
	Area Rescue Consortium of Hospitals (ARCH)	St. Louis	2,100,000
	Drury University	Springfield	3,200,000
			\$192,330,000
1996	Institution	Location	Amount
	Saint Louis Priory School	St. Louis	\$5,000,000
	The Washington University	St. Louis	142,400,000
	Saint Louis University	St. Louis	53,000,000
	Southwest Missouri State University	Springfield	6,500,000
	John Fitzgibbon Memorial Hospital	Marshall	7,270,000
	Saint Francis Medical Center	Cape Girardeau	25,000,000
	Bethesda Barclay House	St. Louis	12,000,000
	Forsyth School, Inc.	St. Louis	1,200,000
	National Benevolent Association-Woodhaven Learning Center	Columbia	2,355,000
	Lake Regional Health System	Osage Beach	18,025,000
	The Community School Association	St. Louis	1,000,000
	Missouri School District Advance Funding Program	Statewide	100,360,000
	Drury University	Springfield	12,450,000
	Lutheran Senior Services	St. Louis	35,285,000
	William Jewell College	Liberty	6,875,000
	Deaconess Long Term Care of Missouri, Inc.	Statewide	35,330,000
	Saint Luke's Health System	Kansas City	33,655,000
	National Benevolent Association-Lenoir Retirement Community	Columbia	2,720,000
			\$500,425,000
1995	Institution	Location	Amount
	Deaconess Health Services	St. Louis	\$13,000,000
	SSM Health Care	St. Louis	135,900,000
	Missouri School District Advance Funding Program	Statewide	69,825,000
	Lake Regional Health System	Osage Beach	588,625
	The Washington University	St. Louis	7,600,000
	Jefferson Memorial Hospital	Crystal City	17,525,000
	Central Missouri State University	Warrensburg	7,000,000
	Rockhurst University	Kansas City	8,900,000
	Sisters of Mercy Health System	St. Louis	103,645,000
	Missouri School District Advance Funding Program	Statewide	5,000,000
			\$368,983,625
1994	Institution	Location	Amount
	Park University	Parkville	\$2,200,000
	National Benevolent Association-Lenoir Retirement Community	Columbia	5,430,000
	John Burroughs School	St. Louis	9,040,000
	Freeman Health System	Joplin	57,530,000
	Bethesda Health Group of St. Louis, Inc.	St. Louis	44,795,000
	Kansas City University of Medicine and Biosciences	Kansas City	5,565,000
	Coordinated Professional Services	Kansas City	2,534,257
	Missouri School District Advance Funding Program	Statewide	50,010,000
	Health Midwest	Kansas City	42,425,000
	St. Louis University High School	St. Louis	15,000,000
	BJC Health Care	St. Louis	175,735,000
			\$410,264,257

Projects Financed

1993

Institution	Location	Amount
Webster University	St. Louis	\$8,190,000
The Skaggs Community Hospital Association	Branson	7,500,000
The Jefferson Memorial Hospital Association	Crystal City	1,232,437
Heartland Health System	St. Joseph	38,740,000
Kansas City Academy	Kansas City	200,000
The Children's Mercy Hospital	Kansas City	35,000,000
Community Provider Pooled Loan Program	Statewide	7,195,000
Sisters of Mercy Health System	St. Louis	9,800,000
Cox Health System	Springfield	60,865,000
Kirksville College of Osteopathic Medicine	Kirksville	1,400,000
Saint Louis University	St. Louis	69,390,000
Jefferson Memorial Hospital Association	Crystal City	20,000,000
Saint Luke's Health System	Kansas City	121,675,000
Equipment and Capital Loan Program	Statewide	80,535,000
Missouri School District Advance Funding Program	Statewide	9,500,000
BJC Health Care	St. Louis	297,880,000
		\$769,102,437

1992

Institution	Location	Amount
Sisters of Mercy Health System	St. Louis	\$33,230,000
BJC-St. Louis Children's Hospital	St. Louis	82,636,014
Capital Region Medical Center	Jefferson City	7,100,000
Missouri School District Advance Funding Program	Statewide	76,110,000
Sisters of Mercy Health System	St. Louis	28,700,000
Kirksville College of Osteopathic Medicine	Kirksville	2,500,000
Cox Health System	Springfield	20,347,292
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	10,575,000
Health Midwest	Kansas City	9,330,000
Health Midwest	Kansas City	143,455,000
Rockhurst University	Kansas City	6,370,000
SSM Health Care	St. Louis	170,420,000
Heartland Health System	St. Joseph	35,000,000
		\$625,773,306

1991

Institution	Location	Amount
Webster University	St. Louis	\$9,900,000
Southeast Missouri Hospital Association	Cape Girardeau	34,490,000
Saint Luke's Health System	Kansas City	49,415,000
William Jewell College	Liberty	6,500,000
BJC-Christian Health Services	St. Louis	94,210,000
Missouri School District Advance Funding Program	Statewide	70,200,000
Southwest Baptist University	Bolivar	5,175,000
Bethesda Gardens, Inc.	St. Louis	8,925,000
Saint Louis University	St. Louis	24,999,996
BJC-The Jewish Hospital of St. Louis	St. Louis	40,000,000
Anheuser-Busch Eye Institute	St. Louis	23,995,000
Fontbonne College	St. Louis	2,500,000
		\$370,309,996

1990

Institution	Location	Amount
St. Anthony's Medical Center	St. Louis	\$20,000,000
BJC-Missouri Baptist Medical Center	St. Louis	47,308,035
Area Rescue Consortium of Hospitals (ARCH)	St. Louis	5,100,000
BJC-Missouri Baptist Medical Center	St. Louis	20,000,000
Missouri School District Advance Funding Program	Statewide	51,410,000
BJC-Barnes Hospital	St. Louis	77,650,000
SSM Health Care	St. Louis	21,200,000
Missouri School District Advance Funding Program	Statewide	5,000,000
Saint Louis University	St. Louis	2,245,000
SSM Health Care	St. Louis	26,905,000
		\$276,818,035

Projects Financed

1989

Institution	Location	Amount
Saint Louis University	St. Louis	\$30,055,383
University of Missouri	Various	39,999,569
The Washington University	St. Louis	83,300,000
Deaconess Health Services	St. Louis	13,000,000
Saint Luke's Health System	Kansas City	21,690,000
Sisters of Mercy Health System	St. Louis	103,000,000
Missouri School District Advance Funding Program	Statewide	36,220,000
Heartland Health System	St. Joseph	51,600,000
St. Anthony's Medical Center	St. Louis	72,200,000
Missouri School District Advance Funding Program	Statewide	6,700,000
BJC-Christian Health Services	St. Louis	15,000,000
Sisters of Mercy Health System	St. Louis	26,545,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	32,000,000
Lake Regional Health System	Osage Beach	6,000,000
BJC-Missouri Baptist Medical Center	St. Louis	41,840,000
		\$579,149,952

1988

Institution	Location	Amount
Saint Luke's Northland Hospital	Kansas City	\$10,545,000
Capital Region Medical Center	Jefferson City	5,010,000
SSM Health Care	St. Louis	136,625,000
Community Provider Pooled Loan Program	Statewide	8,345,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	15,960,000
Missouri School District Advance Funding Program	Statewide	26,055,000
SSM Health Care	St. Louis	65,000,000
		\$267,540,000

1987

Institution	Location	Amount
BJC-St. Louis Children's Hospital	St. Louis	\$67,340,000
Cox Health System	Springfield	122,570,000
Capital Region Medical Center	Jefferson City	9,560,000
Lake Regional Health System	Osage Beach	7,300,000
Deaconess Health Services	St. Louis	48,000,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	16,195,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	56,800,000
John Knox Village	Lee's Summit	12,000,000
Skaggs Community Hospital Association	Branson	5,500,000
Stephens College	Columbia	5,000,000
Saint Louis University	St. Louis	33,270,000
Missouri School District Advance Funding Program	Statewide	13,515,000
BJC-Missouri Baptist Medical Center	St. Louis	39,289,350
		\$436,339,350

1986

Institution	Location	Amount
Webster University	St. Louis	\$7,600,000
Freeman Health System	Joplin	24,900,000
		\$32,500,000



Projects Financed

Year	Institution	Location	Amount
1985	Deaconess Health Services	St. Louis	\$32,770,000
	BJC-The Jewish Hospital of St. Louis	St. Louis	38,000,000
	Southeast Missouri Hospital Association	Cape Girardeau	21,530,000
	Parkside Meadows	St. Charles	3,500,000
	St. Alexius Hospital	St. Louis	15,590,000
	St. John's Mercy Medical Center	St. Louis	23,975,000
	Missouri School District Advance Funding Program	Statewide	75,550,000
	St. John's Mercy Medical Center	St. Louis	33,500,000
	St. John's Regional Health Center	Springfield	35,300,000
	Equipment and Capital Loan Program	Statewide	130,000,000
	BJC-Barnes Hospital	St. Louis	18,725,000
	BJC-Christian Health Services	St. Louis	84,760,000
	Incarnate Word Hospital	St. Louis	10,000,000
	Saint Louis University	St. Louis	20,000,000
	Saint Louis University	St. Louis	8,900,000
	St. Louis College of Pharmacy	St. Louis	5,000,000
	Logan College of Chiropractic	Chesterfield	1,600,000
	St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	60,000,000
	BJC-Barnes Hospital	St. Louis	44,800,000
	The Washington University	St. Louis	48,500,000
			<hr/> \$712,000,000
1984	BJC-Christian Health Services	St. Louis	\$25,065,000
	BJC-Barnes Hospital	St. Louis	17,995,000
	The Washington University	St. Louis	84,400,000
	BJC-Christian Health Services	St. Louis	16,895,000
			<hr/> \$144,355,000
1983	BJC-Christian Health Services	St. Louis	\$15,600,000
	Skaggs Community Hospital Association	Branson	7,410,000
	Cox Health System	Springfield	100,730,000
	Freeman Health System	Joplin	20,710,000
	Saint Louis University	St. Louis	19,625,000
	Bethesda Health Group of St. Louis	St. Louis	14,285,000
	Stephens College	Columbia	1,600,000
	Sisters of Mercy Health System, St. Louis, Inc.	St. Louis and Springfield	<hr/> 71,500,000
			<hr/> \$251,460,000
1982	Southeast Missouri Hospital Association	Cape Girardeau	\$19,000,000
	St. Alexius Hospital	St. Louis	15,225,000
	Hospital Equipment Financing Program	Statewide	29,710,000
	Sisters of Mercy Health System, St. Louis, Inc.	St. Louis and Springfield	<hr/> 50,000,000
	Cox Health System	Springfield	47,000,000
	Kirksville College of Osteopathic Medicine	Kirksville	4,000,000
	Saint Louis University	St. Louis	10,000,000
			<hr/> \$174,935,000
1981	Trinity Lutheran Hospital	Kansas City	\$25,645,000
	Saint Luke's Northland Hospital	Smithville	4,000,000
	Metropolitan Medical Center	St. Louis	7,000,000
	Central Medical Center	St. Louis	23,265,000
	Evangel University	Springfield	3,300,000
	Saint Luke's Health System	Kansas City	14,800,000
	Incarnate Word Hospital	St. Louis	13,500,000
	William Jewell College	Liberty	2,250,000
	The Washington University	St. Louis	60,000,000
	BJC-Christian Health Services	St. Louis	23,000,000
	Saint Louis University	St. Louis	<hr/> 16,875,000
			<hr/> \$193,635,000

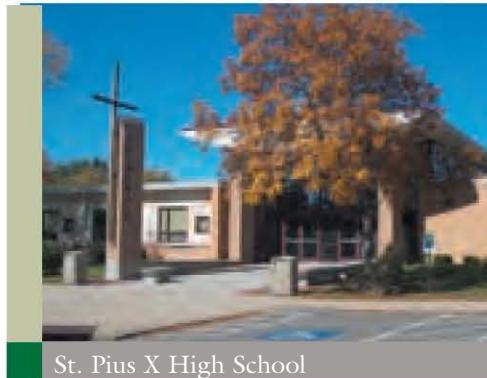
Projects Financed

1980

Institution	Location	Amount
Heartland Health System	St. Joseph	\$29,415,000
Saint Louis University	St. Louis	10,245,000
Kirksville College of Osteopathic Medicine	Kirksville	3,000,000
The Washington University	St. Louis	21,550,000
Saint Luke's Health System	Kansas City	10,000,000
BJC-St. Louis Children's Hospital	St. Louis	61,800,000
Valley Hope Association	Boonville	795,000
St. Anthony's Medical Center	St. Louis	5,000,000
		\$141,805,000

1979

Institution	Location	Amount
Menorah Medical Center	Kansas City	\$20,000,000
St. Anthony's Medical Center	St. Louis	63,100,000
		\$83,100,000



St. Pius X High School



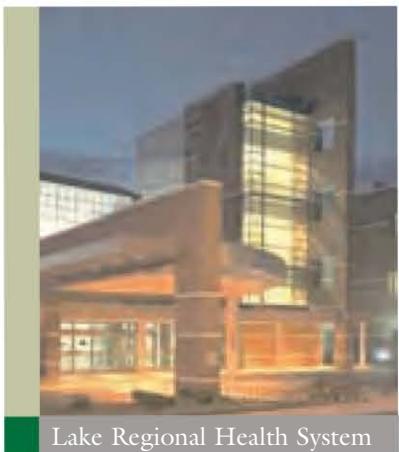
St. Pius X Hollis Center



St. Pius X Hollis Center

Missouri Health and Educational Facilities Authority Financial Statements with Independent Auditor's Report

Years Ended December 31, 2004 and 2003





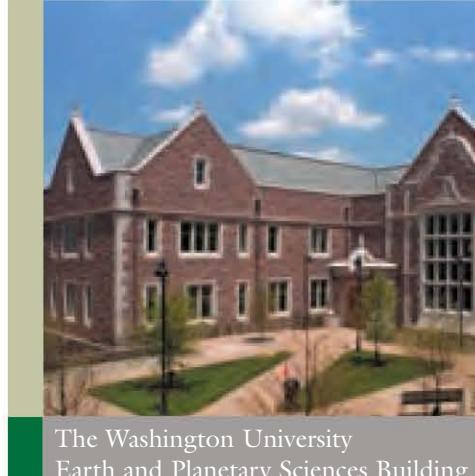
The Washington University - Lien House
SSM Health Care

David Kiper - WUSTL



The Washington University
Center for Advanced Medicine

Joe Angeles - WUSTL



The Washington University
Earth and Planetary Sciences Building

David Kiper - WUSTL



The Washington University
Laboratory Sciences Building

Joe Angeles - WUSTL

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Independent Auditor's Report

CUDNEY, ECORD, MCENROE & MULLANE L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

To the Members of the
Missouri Health and Educational Facilities Authority
Chesterfield, Missouri

We have audited the accompanying basic financial statements of the Missouri Health and Educational Facilities Authority (the "Authority") for the years ended December 31, 2004 and 2003, as listed in the table of contents. These basic financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Authority as of December 31, 2004 and 2003 and the changes in its financial position and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1, the Authority has adopted the provisions of Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments; Statement No. 37, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus; and Statement No. 38, Certain Financial Statement Note Disclosures, as of and for the years ended December 31, 2004 and 2003.

Management's Discussion and Analysis on pages 2 to 4 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Cudney, Ecord, McEnroe & Mullane L.L.C.

March 8, 2005

Management's Discussion and Analysis

This section of the Missouri Health and Educational Facilities Authority (Authority) annual financial report presents management's discussion and analysis of the Authority's operations and financial position during the fiscal years ended June 30, 2004 and 2003. This analysis should be read in conjunction with the Independent Auditor's Report, financial statements, notes to the financial statements and supplementary information.

Background on the Authority:

The Health and Educational Facilities Authority of the State of Missouri was created by an Act of the Missouri General Assembly and operational in 1979. The Authority is a self-supporting entity under the Office of Administration of the State of Missouri. No taxing power exists and no appropriations or other State support are received by the Authority. It is empowered to make loans to any qualified health or educational institution and to refund outstanding obligations, mortgages or advances issued, made or given for the cost of the facilities.

The Authority assists not-for-profit institutions in borrowing funds at the lowest possible cost to provide quality medical and educational services to Missouri residents. Interest paid on Authority bonds and notes is exempt from Federal and Missouri state income taxation, resulting in materially lower interest rates for substantial savings on financing cost. Many types of health care and education institutions across the state arranged for health facilities ranging from fewer than 100 to over 1,000 beds, including acute and primary care facilities, teaching centers, osteopathic hospitals, retirement and nursing homes, specialized care centers and alcoholic rehabilitation treatment centers. Educational financings include public universities, liberal arts colleges, major research universities and medical schools, institutions of specialized instruction, public school districts, private elementary and secondary schools and charter schools.

During 1985, the Authority became authorized to assist public school districts and community colleges with loans to fund shortfalls in operating funds during the school year.

In 1988, the Authority issued a series of bonds designed to assist organizations that provide care for persons affected by mental disabilities.

During 1995, the Authority was charged with developing guidelines for and the administration of the Direct Deposit Program, which provides strong credit ratings for Missouri school districts. The Authority also developed the HELP Program which provides low interest loans to small health care and educational facilities.

The Authority's bonds and notes do not constitute a debt or liability of the State of Missouri or any political subdivision thereof, within the meaning of any State constitutional provision or statutory limitation. The credit supporting any Authority note or bond issue is the credit of the individual borrowing institution. The bonds and notes are limited obligations of the Authority payable solely from payments made by the borrowing institution.

Financial Highlights:

- MOHEFA's total net assets increased by \$392,038 from 2003 to 2004 and \$348,327 from 2002 to 2003.
- During the year ended December 31, 2004 MOHEFA's total revenues exceeded expenses by \$392,038. MOHEFA had operating expenses of \$846,745 in 2004 compared to \$821,891 for 2003 and operating revenues of \$1,165,388 compared to \$1,122,442 for those same years.

Overview of the Financial Statements:

The three basic statements presented within the financial report are as follows:

- Balance Sheet – This statement presents information reflecting the Authority's assets, liabilities and net assets. Net assets represent the amount of total assets less total liabilities. The balance sheet is categorized as to current and noncurrent assets and liabilities. For purposes of the financial statements, current assets and liabilities are those assets and liabilities with immediate liquidity or which are collectible or become due within one year of the statement date.
- Statement of Revenues, Expenses and Changes in Net Assets – This statement reflects the operating revenues and expenses during the year. Operating revenue is from administrative fees charged to health care and education institutions. The change in net assets for an enterprise fund is similar to net profit or loss for any other business enterprise.

Management's Discussion and Analysis

Overview of the Financial Statements (Continued):

- Statement of Cash Flows – The statement of cash flows is presented on the direct method of reporting which reflects cash flows from operating and investing activities. Cash collections and payments are reflected in this statement to arrive at the net increase or decrease for the year.

The following summarizes the financial position and results of operations of the Authority for the years ended December 31, 2004 and 2003.

Assets	2004	2003	Increase (Decrease)
			2004 vs. 2003
Current assets	\$6,057,909	\$5,616,284	\$441,625
Noncurrent assets	973,523	1,023,424	(49,901)
Total assets	<u>\$7,031,432</u>	<u>\$6,639,708</u>	<u>\$391,724</u>
Liabilities and Net Assets			
Current liabilities	\$ 169,192	\$ 169,506	\$ (314)
Net assets	6,862,240	6,470,202	392,038
Total liabilities and net assets	<u>\$7,031,432</u>	<u>\$6,639,708</u>	<u>\$391,724</u>
Operating revenues	\$1,165,388	\$1,122,442	\$ 42,946
Operating expenses	846,745	821,891	24,854
Operating income	318,643	300,551	18,092
Nonoperating revenue (expense):			
Interest income	73,395	56,341	17,054
Other expense	-	(8,565)	8,565
Total nonoperating revenue (expense):	<u>73,395</u>	<u>47,776</u>	<u>25,619</u>
Change in net assets	392,038	348,327	43,711
Total net assets – beginning of year	<u>6,470,202</u>	<u>6,121,875</u>	<u>348,327</u>
Total net assets – end of year	<u>\$6,862,240</u>	<u>\$6,470,202</u>	<u>\$392,038</u>

Analysis:

Over 83% of operating revenue comes from the annual service fees paid by borrowers in order to take advantage of debt issuance through the Authority. Existing transactions remain at a high level and demand for new transactions is very strong. The Authority is confident that while its annual service fees are low compared to comparable issuers in other states, the fees are adequate to maintain the operations of the Authority. Interest on investments is the other minor component of total revenue. With interest rates hovering near historic lows, this stream of revenue has been reduced but will rise if rates climb in the future.

Management's Discussion and Analysis

Analysis (Continued):

The Authority issued bonds, notes and leases on behalf of various health systems, stand alone hospitals, long term care facilities, higher educational institutions, public schools districts, private elementary and secondary schools and educational systems. Historically, and in 2004, activity is approximately 65% health care and 35% education in terms of dollar volume and 50% each in terms of the number of transactions. In addition, the Authority's direct loan HELP Program continues to be a success in providing low cost loans to very small health and education providers. The Missouri School District Direct Deposit Program finished the June 30, 2004 fiscal year with its second largest number of transactions and dollar volume at 127 transactions and \$500,233,058 in school district bonds. The Authority acts as Program Administrator and not issuer.

Fiscal year 2004 represented activity that is at the historical level of bond, note and lease issuance, both in number and dollar volume, since the Authority's inception. There were 13 transactions for a total of \$512,822,244 issued in 2004 which is down from 21 transactions for a total of \$1,016,497,678 issued in the near record fiscal year 2003.

Administration of Authority Conduit Debt:

As of December 31, 2004, the Authority had outstanding \$5,434,107,604 in bonds, notes and leases. The total amount outstanding continues to grow as more money is borrowed through the capital markets than is paid off through calls, maturities, refundings, etc. which is well within the expectation, scope and purpose of the Authority. Transactions outstanding include publicly placed bonds rated by Standard & Poor's and Fitch and Moody's from AAA/Aaa through BBB-/Baa3, publicly placed bonds that are unrated, privately placed unrated bonds and notes with various short term ratings.

More detailed information regarding the outstanding and defeased debt of the Authority can be found in Note 6 to the financial statements and in the section at the back of the financial statements.

Contacting the Authority's Financial Management:

This financial report is designed to provide interested parties with a general overview of the Authority's finances and to demonstrate its accountability for the monies received. If you have questions about this report or need additional financial information, contact the Authority's Executive Director or Director of Finance at 15450 South Outer Forty Road, Suite 230, Chesterfield, Missouri 63017.



Balance Sheets

December 31, 2004 and 2003

	<u>2004</u>	<u>2003</u>
Assets		
Current Assets:		
Cash and cash equivalents	\$5,608,576	\$5,198,774
Receivables	145,199	119,780
Notes receivable, current portion	245,236	239,072
Prepaid expenses	<u>58,898</u>	<u>58,658</u>
Total current assets	<u>6,057,909</u>	<u>5,616,284</u>
Notes Receivable	958,101	1,003,337
Property and equipment (net of accumulated depreciation)	<u>15,422</u>	<u>20,087</u>
	<u><u>\$7,031,432</u></u>	<u><u>\$6,639,708</u></u>

Liabilities and Net Assets

Current Liabilities:		
Accounts payable and accrued expenses	\$ 15,656	\$ 15,684
Deferred administrative fee income	<u>153,536</u>	<u>153,822</u>
Total current liabilities	<u>169,192</u>	<u>169,506</u>
Net Assets:		
Invested in capital assets	15,422	20,087
Unrestricted	<u>6,846,818</u>	<u>6,450,115</u>
Total Net Assets	<u>6,862,240</u>	<u>6,470,202</u>
Total Liabilities and Net Assets	<u><u>\$7,031,432</u></u>	<u><u>\$6,639,708</u></u>

See the accompanying notes to the financial statements.

Statements of Revenue, Expenses and Changes in Net Assets

For the Years Ended December 31, 2004 and 2003

	<u>2004</u>	<u>2003</u>
Operating Revenues		
Application fees	\$ 11,000	\$ 11,000
Administrative fees	1,031,625	988,117
Interest income – HELP program	56,595	63,373
Other	<u>66,168</u>	<u>59,952</u>
Total Operating Revenue	<u>1,165,388</u>	<u>1,122,442</u>
Operating Expenses		
Salaries and fringe benefits	306,565	281,357
General and administrative expenses	255,771	253,720
Legal and professional fees	<u>284,409</u>	<u>286,814</u>
Total Operating Expenses	<u>846,745</u>	<u>821,891</u>
Operating Income	318,643	300,551
Nonoperating revenue (expense):		
Investment income	73,395	56,341
Disposal of assets	<u>-</u>	<u>(8,565)</u>
Total nonoperating revenue (expense)	<u>73,395</u>	<u>47,776</u>
Change in net assets	392,038	348,327
Net Assets, Beginning of Year	<u>6,470,202</u>	<u>6,121,875</u>
Net Assets, End of Year	<u>\$6,862,240</u>	<u>\$6,470,202</u>

See the accompanying notes to the financial statements.

Statements of Cash Flows

For the Years Ended December 31, 2004 and 2003

	<u>2004</u>	<u>2003</u>
Cash flows from operating activities:		
Cash received from others	\$1,158,738	\$1,055,381
Cash payments to suppliers for goods and services	(533,788)	(281,357)
Cash paid to employees for services and benefits	(306,565)	(530,995)
Net cash provided by operating activities	<u>318,385</u>	<u>243,029</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(1,995)	(11,540)
Net cash used in capital and related financing activities	<u>(1,995)</u>	<u>(11,540)</u>
Cash flows from investing activities:		
Issuance of notes receivable	(200,000)	(200,000)
Payments received on notes receivable	239,072	264,718
Interest received	54,340	73,337
Net cash provided by investing activities	<u>93,412</u>	<u>138,055</u>
Increase in cash and cash equivalents	409,802	369,544
Cash and cash equivalents, beginning of year	<u>5,198,774</u>	<u>4,829,230</u>
Cash and cash equivalents, end of year	<u>\$5,608,576</u>	<u>\$5,198,774</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 318,643	\$ 300,551
Adjustments to reconcile net cash provided by operating activities:		
Depreciation	6,660	6,648
Net changes in assets and liabilities:		
Receivables	(6,364)	(77,645)
Prepaid expenses	(240)	(1,807)
Accounts payable and accrued expenses	(28)	4,698
Deferred administrative fee income	<u>(286)</u>	<u>10,584</u>
Net adjustments	<u>(258)</u>	<u>(57,522)</u>
Net cash provided by operating activities	<u>\$ 318,385</u>	<u>\$ 243,029</u>

See the accompanying notes to the financial statements.

Notes to Financial Statements

December 31, 2004 and 2003

1. ORGANIZATION

The Missouri Health and Educational Facilities Authority (the "Authority") is a public instrumentality of the State of Missouri intended to provide an additional capital financing method for non-profit health and educational institutions within the State of Missouri. The Authority may issue tax-exempt revenue bonds, notes or other obligations on behalf of non-profit institutions for the purpose of construction, improvement of facilities or the refinancing of outstanding debt. These bonds, notes or other obligations and the interest thereon do not constitute a debt or liability of the Authority, the State of Missouri or any political subdivision thereof, but are special obligations between the investors and the debtors payable solely from the payments received by the trustees under the loan agreements.

The Authority is a related organization to the State of Missouri, and as such, the State is accountable for the Authority.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Change in Accounting Principles

The financial statements are prepared on the basis of Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments and the related standards. The adoption of Statement No. 34 and the related standards had no effect on the basic financial statements except for the classification of net assets, the inclusion of a Management's Discussion and Analysis (MD&A) section providing an analysis of the Authority's overall financial position and results of operations, and certain note disclosure requirements. The 2003 basic financial statements have been restated to conform to these standards.

Basis of Accounting

The Authority is organized as a proprietary activity; therefore, the accompanying financial statements are prepared on the accrual basis of accounting. Revenues are recognized when earned and expenses recorded when liabilities are incurred. The Authority applies all Governmental Accounting Standards Board (GASB) pronouncements and has elected to apply the following pronouncements issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements: Statements and Interpretations of the Financial Accounting Standards Board, Accounting Principles Board Opinions, and Accounting Research Bulletins. The Authority has elected not to follow FASB pronouncements issued after November 30, 1989.

Property and Equipment

Property and equipment consists mainly of office furniture and equipment and are recorded at cost. Depreciation expense for fixed assets is recognized on the straight-line method over estimated useful lives ranging from 3 to 7 years. Property and equipment activity was as follows:

	December 31, 2002		December 31, 2003		December 31, 2004
	<u>Balance</u>	<u>Activity</u>	<u>Balance</u>	<u>Activity</u>	<u>Balance</u>
Total capital assets being depreciated	\$105,408	\$(26,396)	\$ 79,012	\$ 1,995	\$ 81,007
Less accumulated depreciation	(81,648)	22,723	(58,925)	(6,660)	(65,585)
Total property and equipment, net	<u>\$ 23,760</u>	<u>\$ (3,673)</u>	<u>\$ 20,087</u>	<u>\$ (4,665)</u>	<u>\$ 15,422</u>

Notes to Financial Statements

December 31, 2004 and 2003

Accounts Receivable

The Authority uses the reserve method of accounting for bad debts. Under this method, all uncollectible accounts are charged to the allowance account, and bad debt expense is determined by adjusting the balance in the allowance account to reserves considered reasonable by management. Management believes that substantially all accounts receivable are collectible and, therefore, has not established an allowance for doubtful accounts at December 31, 2004 or 2003.

Deferred Administrative Fee Income

The Authority's revenues are derived from service fees assessed on a percentage of the outstanding bond principal of each issue. The institutions are generally billed in advance on a quarterly basis and revenues are recognized ratably over the period earned.

Cash Equivalents

For purposes of the Statement of Cash Flows, the Authority considers cash equivalents to include short-term investments which generally are investments with maturities of 90 days or less when purchased that are both (1) readily convertible to known amounts of cash, or (2) so near their maturity that they present insignificant risk of change in value because of changes in interest rates.

Credit Risk

\$102,388 of the Authority's notes receivable are uncollateralized obligations of the non-profit institutions.

Net Assets

Net assets represent the difference between assets and liabilities and are classified as either: capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets; restricted when there are limitations imposed on their use either by law through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments; and unrestricted for those net assets that do not meet the definition of invested in capital assets, net of related debt or restricted.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

3. COMMITMENTS

Lease Commitment

The Authority leases office space under a seventy-two month office lease agreement that was entered into in April 1997 and amended

April

Notes to Financial Statements

December 31, 2004 and 2003

Pension Plan

The Authority has a defined contribution retirement plan covering all full-time employees. The Authority contributes to the plan, on a quarterly basis in arrears, an amount equal to twenty percent (fifteen percent prior to June 1, 2003) of each qualified employee's salary. Such contributions are fully vested. For the years ending December 31, 2004 and 2003, expenses under this plan were \$44,200 and \$38,162, respectively.

Deferred Compensation Plan

The Authority has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all Authority employees who qualify under the plan terms, and permits employees to defer a portion of their salary until future years. As required by the Internal Revenue Code, the plan assets have been placed in a trust for the exclusive benefit of the employees and are not the property of the Authority or subject to the claims of the Authority's general creditors. Accordingly, the assets of the plan are not reflected in the financial statements.

4. CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash

It is the Authority's policy for cash deposits to be fully insured by the FDIC or collateralized with securities pledged by the financial institution holding the deposits.

At December 31, 2004 and 2003, the cash balances per bank are fully insured.

Investments

The Authority invests excess cash in obligations of U.S. Government agencies, primarily Federal National Mortgage Association notes, with maturities generally ranging from three to six months.

As required by GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, the Authority reflects investments with a maturity of one year or longer at the time of purchase at fair value and those maturing in less than one year at the time of purchase at amortized cost. As permitted by this Statement, all of the Authority's investments are carried at amortized cost. The Authority's investments are categorized to give an indication of the level of risk assumed by the Authority as either: (1) insured or registered, or for which the securities are held by the Authority or its agent in the Authority's name, (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the Authority's name or (3) uninsured and unregistered for which the securities are held by the counterparty, or by its trust department or agent but not in the Authority's name. Investments at December 31, 2004 are categorized as follows:

Category 1	Carrying Amount	Fair Value
U.S. Government agency obligations	\$5,558,088	\$5,588,273

Notes to Financial Statements

December 31, 2004 and 2003

Cash and Cash Equivalents

Cash and cash equivalents consist of the following at December 31:	2004	2003
Petty cash	\$ 300	\$ 300
Cash accounts	50,188	34,892
Federal National Mortgage Association notes	<u>5,558,088</u>	<u>5,163,582</u>
Total	<u>\$5,608,576</u>	<u>\$5,198,774</u>

5. NOTES RECEIVABLE

The Authority has made non-interest bearing loans to non-profit institutions. Principal payments are due at the end of ten years through a balloon payment or annually for the next ten years. At December 31, 2004 and 2003, non-interest bearing notes receivable are as follows:

	<u>Due</u>	<u>2004</u>	<u>2003</u>
2005			
Hannibal School District		\$ -	\$ 20,000
Total non-interest bearing notes receivable		-	20,000

The Authority has made loans to small and rural providers of health and educational services at an interest rate of 5% per annum on outstanding balances. These loans require monthly principal and interest payments and have a maximum maturity of ten years. At December 31, 2004 and 2003, the interest bearing notes receivable are as follows:

	<u>Due</u>	<u>2004</u>	<u>2003</u>
Community Hospital	2013	172,884	189,204
Central Methodist College	2009	102,388	122,184
Clayton Child Care Center	2006	28,818	52,219
North Central Missouri College	2007	46,146	62,472
Northeast Missouri Health Council	2006	28,135	45,309
Northeast Missouri Health Council	2022	185,093	190,944
Northwest Health Services, Inc.	2006	32,564	51,844
Northwest Health Services, Inc.	2012	115,743	128,668
Northwest Health Services, Inc.	2014	197,146	-
Macon County Samaritan Hospital	2006	48,460	70,936
Preferred Family Healthcare	2010	124,730	143,627
Putnam County Memorial Hospital	2007	68,953	88,631
St. Charles Montessori School, Inc.	2007	<u>52,277</u>	<u>76,371</u>
Total interest-bearing notes receivable		<u>1,203,337</u>	<u>1,222,409</u>
Total notes receivable		<u>\$1,203,337</u>	<u>\$1,242,409</u>

Notes to Financial Statements

December 31, 2004 and 2003

6. CONDUIT DEBT OBLIGATIONS

The Authority has issued debt obligations on behalf of certain non-profit institutions for the purpose of construction, improvement of facilities or the refinancing of outstanding debt. These bonds, notes or other obligations and the interest thereon do not constitute a debt or liability of the Authority, the State of Missouri or any political subdivision thereof, but are special obligations between the investors and the debtors payable solely from the payments received by the trustee under the loan agreements and meet the definition of conduit debt in Governmental Accounting Standards Board Interpretation No. 2, Disclosure of Conduit Debt Obligations. The number of issues and principal amount outstanding at December 31, 2004 and 2003 are as follows:

	<u>2004</u>		<u>2003</u>	
	Number of Issues	Principal Amount	Number of Issues	Principal Amount
Revenue Bonds Payable	135	\$5,365,122,605	131	\$5,225,994,269
School District Advance Funding and				
Private Education Notes Payable	13	68,525,000	22	111,050,000
Total	<u>148</u>	<u>\$5,433,647,605</u>	<u>153</u>	<u>\$5,337,044,269</u>



Independent Auditor's Report on Additional Information

CUDNEY, ECORD, MCENROE & MULLANE L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

To the Members of the
Missouri Health and Educational Facilities Authority
Chesterfield, Missouri

Our report on our audits of the basic financial statements of the Missouri Health and Educational Facilities Authority for the years ended December 31, 2004 and 2003 appears on page 1. Those audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Schedule of Conduit Debt is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audits of the basic financial statements and, accordingly, we express no opinion on it.

Cudney, Ecord, McEnroe & Mullane L.L.C.

March 8, 2005

Schedule of Conduit Debt

UNAUDITED December 31, 2004 and 2003

Mortgage and Revenue Bonds Payable

The following revenue bonds of the Authority are collateralized by either or both of a pledge of the revenues of the borrowing institution or by first mortgages on the physical property financed with the proceeds of the debt offerings and by the Authority's assignment of its interest in the mortgaged properties to the trustees of the bond issues at December 31, 2004 and 2003:

Public Placement Revenue Bonds Payable:

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2004		2003	
				2004	2003	2004	2003
Academie Lafayette	2003	2028	(1)	\$ 2,550,000	\$ 2,550,000		
Ascension Health	2003	2026-2039	(1)	295,375,000	295,375,000		
Assemblies of God	2001	2026	(1)	77,800,000	80,000,000		
Barstow School	1998	2003-2023	4.2-5.4	3,430,000	3,535,000		
Barstow School	2003	2026	(1)	6,000,000	6,000,000		
BJC-Barnes Hospital	1985	2003-2015	(1)	30,100,000	31,600,000		
BJC Health System	1993	2003-2021	4.4-6.0	199,540,000	208,865,000		
BJC Health System	1998	2022-2038	5.0	225,000,000	225,000,000		
BJC Health System	2003	2016-2033	4.125-5.25	221,000,000	221,000,000		
Bethesda Health Group Inc.	2001AB	2031	(1)	52,425,000	53,155,000		
Bethesda Health Group Inc.	2004	2005-2034	(1)	9,995,000	-		
Capital Region Medical	1998	2003-2028	4.0-5.3	22,265,000	22,745,000		
Capital Region Medical	2004	2005-2029	2.25-5.75	17,500,000	-		
Central Institute for the Deaf	1999	2003-2022	4.45-5.85	-	23,815,000		
Central Missouri State University	1999	2003-2010	4.25-5.05	4,465,000	5,195,000		
Central Missouri State University	2002	2003-2017	1.25-4.35	13,095,000	13,920,000		
The Children's Mercy Hospital	1998	2003-2028	4.2-5.3	19,545,000	19,740,000		
The Children's Mercy Hospital	2002	2005-2032	(1)	50,000,000	50,000,000		
The Children's Mercy Hospital	2003	2004-2018	(1)	27,100,000	27,500,000		
Christian Brothers College HS	2002	2032	(1)	50,000,000	50,000,000		
		ABC					
City Academy	2003	2023	(1)	8,735,000	8,735,000		
Cox Medical Center	1992	2003-2022	4.5-6.7	12,602,292	12,602,292		
Cox Medical Center	1993	2003-2015	5.0-5.35	42,015,000	44,685,000		
Cox Medical Center	1997	2003-2015	(1)	32,400,000	34,700,000		
Cox Medical Center	2002	2003-2022	(1)	78,500,000	82,400,000		
Deaconess Long-Term Care	1996	2003-2016	(1)	27,830,000	29,080,000		
Deaconess Long-Term Care	2000	2003-2030	(1)	6,350,000	6,465,000		
De Smet Jesuit High School	2002	2027	(1)	15,000,000	15,000,000		
Drury University	1999A	2003-2024	(1)	28,790,000	29,715,000		
Drury University	2003	2028	(1)	5,600,000	5,600,000		
Fontbonne College	1998	2003-2023	4.2-5.25	8,040,000	8,290,000		
Freeman Health System	1994	2003-2024	6.5-7.2	48,005,000	49,255,000		
Freeman Health System	1998	2003-2028	4.4-5.25	21,180,000	22,275,000		

Schedule of Conduit Debt

UNAUDITED December 31, 2004 and 2003

Public Placement Revenue Bonds Payable (Continued):

<u>Institution</u>	<u>Series</u>	<u>Due in Varying Installments During</u>	<u>Range of Annual Interest Rate Percentages</u>	<u>2004</u>	<u>2003</u>
Hannibal/LaGrange College	2001	2031	(1)	-	7,435,000
Jefferson Memorial Hospital	1993B	2003-2023	5.0-6.0	-	17,025,000
Jefferson Memorial Hospital	1995	2003-2025	5.4-6.8	5,530,000	15,820,000
Jefferson Memorial Hospital	2004	2005-2028	2.3-5.25	37,275,000	-
John Burroughs School	2003	2004-2014	1.25-4.2	6,100,000	6,640,000
K.C. Univ. of Med. & Biosciences	2001	2003-2031	2.75-5.0	8,000,000	8,105,000
Lake Regional Health System	1996	2003-2021	5.25-6.5	5,200,000	5,660,000
Lake Regional Health System	1998	2003-2024	4.2-5.25	33,320,000	33,935,000
Lake Regional Health System	2003	2005-2034	2.35-5.7	27,470,000	27,470,000
Lutheran Church Extension Fund	2004A	2029	(1)	33,140,000	-
Lutheran HS Assoc. Project	2002	2022	(1)	6,500,000	6,500,000
Lutheran Senior Services	1996AB	2003-2027	5.15-6.375 (2)	22,935,000	23,390,000
Lutheran Senior Services	1997	2003-2023	5.0-5.875	21,765,000	22,400,000
Lutheran Senior Services	2000	2031	(1)	50,000,000	50,000,000
Maryville University	1997	2003-2017	4.7-5.75	7,430,000	7,820,000
Maryville University	2000	2022-2030	6.5-6.75	15,000,000	15,000,000
Missouri Baptist College	1998	2003-2023	4.2-5.15	3,380,000	3,490,000
Missouri Baptist College	2003	2022	(1)	7,420,000	7,420,000
Missouri Direct Deposit Program Pool	1997	2003-2004	4.45-4.625	-	25,000
Missouri Pooled Hospital Loan Program	1999A	2003-2029	(1)	17,295,000	17,925,000
Missouri Valley College	2001	2031	(1)	8,360,000	8,360,000
National Benevolent Association	1994	2003-2024	4.5-6.1	3,420,000	3,535,000
National Benevolent Association	1996A	2003-2026	5.7-6.75	2,080,000	2,120,000
National Benevolent Association	1996B	2003-2026	(1)	2,390,000	2,440,000
National Benevolent Association	1999	2003-2028	(1)	2,575,000	2,640,000
Park College	1999	2003-2019	5.55-5.875	5,225,000	5,405,000
Pembroke Hill School	1998	2003-2023	(1)	13,500,000	13,750,000
Pembroke Hill School	2000	2003-2025	(1)	9,400,000	9,550,000
Pembroke Hill School	2001	2003-2026	(1)	9,550,000	9,700,000
Ranken Technical College	2003	2004-2017	(1)	7,585,000	7,785,000
Rockhurst High School	1998AB	2003-2023	4.0-5.1	12,350,000	12,750,000
Rockhurst High School	2002	2027	(1)	5,500,000	5,500,000
Rockhurst University	1999	2003-2028	3.5-5.5	14,125,000	14,435,000
Rockhurst University	2002	2003-2032	(1)	26,320,000	26,810,000
Sisters of Mercy	1989	2003-2019	(1)	-	54,900,000
Sisters of Mercy	ABCD				
Sisters of Mercy	1992B	2003-2014	(1)	-	22,100,000
Sisters of Mercy	1993	2003-2019	4.7-5.1	-	3,005,000
Sisters of Mercy	2001	2031	(1)	378,300,000	378,300,000
Sisters of Mercy	ABC				
Sisters of Mercy	2004AB	2004-2016	(1)	79,050,000	-
Sisters of Mercy	2004C	2004-2019	(1)	47,975,000	-
Southwest Baptist University	1998	2003-2023	4.55-5.4	6,015,000	6,200,000
Southwest Baptist University	2003	2006-2033	(1)	8,000,000	8,000,000
Southwest Missouri State Univ.	2002	2003-2016	1.35-4.35	4,765,000	5,090,000
SSM Health Care	1992AA	2003-2016	5.6-6.4	25,960,000	25,960,000

Schedule of Conduit Debt

UNAUDITED December 31, 2004 and 2003

Public Placement Revenue Bonds Payable (Continued):

<u>Institution</u>	<u>Series</u>	<u>Due in Varying Installments During</u>	<u>Range of Annual Interest Rate Percentages</u>	<u>2004</u>	<u>2003</u>
SSM Health Care	1995	2022-2025	(1)	42,400,000	42,400,000
	BCDE				
SSM Health Care	1998	2003-2022	5.0-5.5	273,810,000	280,210,000
SSM Health Care	2001A	2012-2028	5.25	248,570,000	248,570,000
SSM Health Care	2002AB	2003-2020	(1)	113,940,000	124,065,000
St. Anthony's Medical Center	2000	2003-2030	5.75-6.25	82,670,000	83,960,000
St. Francis Medical Center	1996	2003-2026	(1)	21,290,000	21,830,000
St. Louis Charter School	2002AB	2003-2023	4.35-5.1	5,990,000	6,130,000
St. Louis College of Pharmacy	2001	2003-2031	3.0-5.25	48,385,000	49,285,000
St. Louis Priory School	2000	2003-2025	4.45-5.65	5,950,000	6,105,000
St. Louis University	1985B	2003-2005	(1)	600,000	1,200,000
St. Louis University	1991	2003-2016	6.15-6.625	858,640	1,341,279
St. Louis University	1996	2003-2026	4.2-5.2	44,905,000	46,005,000
St. Louis University	1998	2003-2018	4.0-5.5	58,705,000	61,550,000
St. Louis University	1999AB	2003-2024	5.0	56,635,000	58,900,000
St. Louis University	2002	2003-2032	(1)	16,255,000	19,000,000
St. Louis University	2003A	2003-2016	(1)	18,040,000	19,265,000
St. Louis University High School	1999	2003-2028	3.4-5.041	16,545,000	16,935,000
St. Luke's Episc.- Presb. Hospital	2001	2003-2026	3.35-5.25	95,225,000	97,650,000
St. Luke's Health System	1993	2003-2019	4.25-5.125	-	99,775,000
St. Luke's Health System	1996	2003-2021	4.3-5.375	27,455,000	28,930,000
St. Luke's Health System	2003AB	2020-2032	(1)	125,000,000	125,000,000
St. Luke's Health System	2004A	2004-2019	2.0-5.0	96,990,000	-
St. Pius-KC/St. Joseph Diocese	2004AB	2029	(1)	6,200,000	-
Stephen's College	1999	2003-2029	4.5-5.7	4,085,000	4,155,000
Stowers Institute	2000	2035	(1)	215,000,000	215,000,000
Stowers Institute	2002	2032-2036	(1)	75,000,000	75,000,000
Swope Parkway Health Center	1999	2003-2019	(1)	3,500,000	3,700,000
University of Missouri					
Arena Project	2001	2004-2021	3.0-5.0	33,665,000	35,000,000
Visitation Academy	1999	2005-2009	4.15-4.5	6,300,000	6,300,000
Washington University	1984	2003-2009	(1)	10,100,000	12,200,000
Washington University	1985	2003-2010	(1)	8,700,000	9,700,000
Washington University	1995	2005	4.75	7,600,000	7,600,000
Washington University	1996	2030	(1)	142,400,000	142,400,000
Washington University	1998	2037	4.75-5.0	105,770,000	105,770,000
Washington University	1999A	2003-2004	3.75-4.15	-	995,000
Washington University	2000	2030-2040	(2)	88,000,000	88,000,000
	ABC				
Washington University	2000D	2003-2004	4.35-4.85	-	1,260,000
Washington University	2001A	2011-2041	5.25-5.5	176,490,000	176,490,000
Washington University	2001B	2030	5.0	73,355,000	73,355,000
Washington University	2003A	2033	5.0	93,430,000	93,430,000
Washington University	2003B	2033	(1)	25,135,000	25,135,000
Washington University	2004AB	2006-2034	(1)	100,000,000	-
Washington University CID 99	1999	2004-2022	4.45-5.85	23,050,000	-
Webster University	2001	2003-2027	3.625-5.3	33,415,000	34,220,000
William Jewell College	1996	2003-2011	4.5-5.4	3,760,000	4,195,000
William Jewell College	1999	2012-2029	5.5-6.125	8,000,000	8,000,000
William Woods Univ.	1999	2003-2029	3.5-5.2	7,300,000	7,450,000
Total public placement revenue bonds payable				\$5,292,910,932	\$5,160,653,571

Schedule of Conduit Debt

UNAUDITED December 31, 2004 and 2003

Private Placement Revenue Bonds Payable:

<u>Institution</u>	<u>Series</u>	<u>Due in Varying Installments During</u>	<u>Range of Annual Interest Rate Percentages</u>	<u>2004</u>	<u>2003</u>
BJC-Christian Health Services	1989	2003-2019	(1)	\$ 11,500,000	\$ 12,000,000
Community School Association	1996	2003-2016	6.95	725,273	768,848
Dialysis Clinic	1998	2003-2018	(1)	3,200,000	3,300,000
Dialysis Clinic	2000	2020	(1)	4,000,000	4,000,000
Family Care Health Center	2001	2003-2019	6.53	2,952,675	3,051,621
Forsyth School	1996	2003-2016	6.99	891,300	938,900
Forsyth School	2004	2006-2024	(1)	3,800,000	-
Kansas City Academy	1993	2003-2013	6.5	116,458	126,421
Lake Regional Health System	1999	2003-2006	6.1	506,608	697,302
Lake Regional Health System	2001	2003-2006	5.38	507,651	663,114
Lake Regional Health System	2004A	2004-2009	3.44	406,471	-
Lake Regional Health System	2004B	2004-2009	3.49	1,635,665	-
Life Flight Eagle	2003	2004-2013	5.25	4,223,625	4,400,000
Living Word Christian School	2002	2003-2027	(1)	4,599,459	4,720,455
Lutheran High School					
Association of St. Charles	2003A	2004-2023	(1)	3,039,741	3,154,363
SSM Health Care	2000	2003-2005	5.65	485,240	1,415,821
SSM Health Care	2001B	2003-2008	3.73-4.23	3,510,589	5,362,838
SSM Health Care	2002	2003-2012	4.27	5,630,532	7,601,264
SSM Health Care	2003B	2003-2008	3.09	7,449,550	9,295,099
SSM Health Care	2004	2004-2009	3.65	9,541,928	-
Truman Medical Center	2002	2003-2012	5.47	3,488,908	3,844,652
Total private placement revenue bonds payable				72,211,673	65,340,698
Total revenue bonds payable				<u>\$5,365,122,605</u>	<u>\$5,225,994,269</u>

(1) Rate fluctuates within established minimum and maximum ranges.

(2) Interest rate range applies to a portion of this bond issue, and a variable rate applies to the remainder.

School District Advance Funding and Private Education Notes Payable

The Authority issued public school notes for the purpose of providing funds to purchase the tax and revenue anticipation notes ("TRANS") of certain Missouri school districts and to assist them in maintaining an orderly cash flow. These notes are collateralized by the "TRANS", bear interest at the rate of 3.00-3.25% per annum, and were issued pursuant to Indentures of Trust.

On April 23, 2004, the Authority issued private education notes in the total amount of \$13,575,000. The notes mature on April 22, 2005, at an interest rate of 2.25 – 3.0% per annum, and were issued pursuant to an Indenture of Trust for the purpose of providing funds and to assist in maintaining an orderly cash flow. The notes are secured by a pledge of the Trust Estate, using any and all available resources.

Schedule of Conduit Debt

UNAUDITED December 31, 2004 and 2003

Public School Notes Payable:

At December 31, 2004 and 2003, the outstanding public school notes payable were as follows:

<u>Institution</u>	<u>2004</u>	<u>2003</u>
Bayless School District	\$ -	\$ 1,000,000
Brentwood School District	-	2,500,000
Cape Girardeau School District	2,175,000	-
Clayton School District	-	3,000,000
Dunklin R-V School District	-	2,000,000
Fort Zumwalt R-II School District	3,375,000	6,000,000
Fox C-6 School District	5,000,000	-
Grandview School District	2,000,000	1,500,000
Hickman Mills School District	-	2,500,000
Jefferson City School District	-	2,500,000
Knox County R-I School District	-	300,000
Liberty 53 School District	-	13,000,000
Maryville R-II School District	-	600,000
Mehlville School District	11,000,000	7,500,000
Park Hill School District	6,000,000	10,000,000
Special School District of St. Louis MO	2,700,000	4,000,000
St. Louis City School District	20,000,000	35,000,000
Trenton R-IX School District	-	500,000
Webster Groves School District	2,700,000	5,000,000
 Total public school notes payable	<u>54,950,000</u>	<u>96,900,000</u>

Private Education Notes Payable:

<u>Institution</u>	<u>2004</u>	<u>2003</u>
Central Methodist College	\$ 2,000,000	\$ 1,200,000
Evangel University	3,000,000	3,000,000
Kansas City Art Institute	-	
Missouri Valley College	1,700,000	1,500,000
Rockhurst University	6,875,000	5,350,000
Stephens College	-	3,100,000
Total private education notes payable	<u>13,575,000</u>	<u>14,150,000</u>
 Total public school and private education notes payable	<u>\$ 68,525,000</u>	<u>\$111,050,000</u>

Schedule of Conduit Debt

UNAUDITED December 31, 2004 and 2003

Maturities of Outstanding Conduit Debt Obligations

The aggregate maturities of the outstanding conduit debt obligations above at December 31, 2004, are as follows:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2005	\$ 177,758,233	2019	\$ 112,997,716	2033	\$ 198,960,000
2006	106,108,899	2020	134,747,353	2034	32,860,000
2007	108,183,607	2021	233,244,976	2035	241,155,000
2008	112,783,671	2022	159,394,230	2036	103,240,000
2009	110,867,597	2023	140,594,334	2037	123,870,000
2010	111,848,017	2024	155,661,480	2038	19,005,000
2011	117,825,600	2025	159,397,084	2039	193,325,000
2012	118,139,830	2026	338,298,687	2040	88,000,000
2013	111,588,051	2027	191,928,165	2041	58,100,000
2014	162,919,292	2028	156,765,000		
2015	143,925,420	2029	154,305,000		
2016	171,365,678	2030	331,505,000		
2017	107,467,165	2031	171,205,000		
2018	109,062,520	2032	165,245,000		
					<u>\$5,433,647,605</u>

Defeased Bond Issues

Since 1983, certain institutions obtained financing to advance refund and defease their outstanding Revenue Bonds through the Authority.

Pursuant to the requirements of the bond loan agreements, the institutions have deposited amounts into escrow trust accounts sufficient to pay all outstanding principal, interest and redemption premiums as they become due. The amounts so transferred are pledged solely for the holders of the outstanding bonds.

At December 31, 2004 and 2003, the following amounts of advance refunded and defeased bonds were outstanding:

<u>Institution</u>	<u>Series</u>	<u>2004</u>	<u>2003</u>
Bethesda Health Group, Inc.	1994A	\$ -	\$ 18,795,000
BJC Health System	1994A	-	128,125,000
Central Missouri State University	1995	6,340,000	6,340,000
Lake Regional Health System	1996	8,595,000	8,595,000
Missouri College Savings Bonds	1989	5,305,461	6,634,943
Park College	1994	-	280,000
Ranken Technical College	1997	5,485,000	5,775,000
St. Louis University High School	1994	-	10,910,000
K.C. University of Med. and Bioscience	1994	-	3,880,000
Washington University	2000	<u>67,000,000</u>	<u>67,000,000</u>
Total defeased bond issues		<u>\$ 92,725,461</u>	<u>\$256,334,943</u>

Due to the defeasance of these bond issues, the bonds payable balances are not included in the Schedule of Conduit Debt Obligations above.

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